

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:) Chapter 11
)
 W. R. GRACE & CO., et al.,¹) Case No. 01-1139 (JKF)
) Jointly Administered
 Debtors.)

Objection Date: April 4, 2007

Hearing Deadline: to be scheduled, if necessary

FIRST MONTHLY FEE APPLICATION OF OGILVY RENAULT LLP
FOR COMPENSATION FOR SERVICES RENDERED AND
REIMBURSEMENT OF EXPENSES
AS SPECIAL COUNSEL FOR THE DEBTORS AND DEBTORS-IN-POSSESSION
FOR THE PERIOD FROM OCTOBER 17, 2006 THROUGH JANUARY 31, 2007

Name of Applicant:	Ogilvy Renault LLP ("OR")
Authorized to Provide Professional Services to:	W.R. Grace & Co., et al., Debtors and Debtors in Possession
Date of Retention:	Retention Order entered and effective as of December 18, 2006
Period for which Compensation and Reimbursement is Sought:	October 17, 2006 through January 31, 2007
Amount of Compensation Sought as Actual, Reasonable and Necessary:	\$102,612.50 ²
Amount of Expense Reimbursement Sought as Actual, Reasonable and Necessary	\$665.48

¹ The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-I Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food' N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc., E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

² All dollar amounts reflected in this Monthly Fee Application are in Canadian currency.

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This is a: ☒ monthly ☐ interim ☐ final application.

The total time expended for preparation of this fee application is approximately 33 hours and the corresponding estimated compensation requested is approximately \$9,466.50³. This is OR's monthly application for interim compensation of services for the interim fee period October 17, 2006 through January 31, 2007.

OR PROFESSIONALS

Name of Professional Individual	Position of the Applicant, Year of Obtaining License to Practice	Hourly Billing Rate (* Blended Billing Rate)	Hours Billed ⁴	Compensation
Derrick C. Tay	Senior Partner, Year of Call to the Ontario Bar – 1981	\$863.88*	27.00	\$23,325.00
Ian Ness	Partner, Year of Call to the Ontario Bar – 1984	\$650.00	6.00	\$3,900.00
Karen Galpern	Partner, Year of Call to the Ontario Bar – 1993	\$600.00	9.50	\$5,700.00
Orestes Pasparakis	Partner, Year of Call to the Ontario Bar – 1995	\$556.88*	16.00	\$8,910.00
Teresa Walsh	Partner, Year of Call to the Ontario Bar – 1996	\$491.91*	68.00	\$33,450.00
Jennifer Stam	Associate, Year of Call to the Ontario Bar – 2002	\$405.00*	6.50	\$2,632.50
Allison Kuntz	Associate, Year of Call to the Ontario Bar – 2004	\$270.00	24.00	\$6,480.00
Karen Whibley	Law Clerk, n/a	\$215.00	1.50	\$322.50
Penny Adams	Law Clerk, n/a	\$150.00*	37.75	\$5,665.00
Katie Legree	Law Clerk, n/a	\$95.00	48.50	\$4,607.50
Michael Kotrly	Articling Student, n/a	\$60.00	11.00	\$1,760.00

³ The actual number of hours expended preparing this Application and the corresponding compensation requested will be set forth in OR's subsequent fee applications.

⁴ Some Professional time that was spent during the Interim Period may be reflected in a subsequent application and some professional time that was spent during the previous Interim Period may be reflected in this Application.

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Name of Professional Individual	Position of the Applicant, Year of Obtaining License to Practice	Hourly Billing Rate (* Blended Billing Rate)	Hours Billed ⁴	Compensation
Robin Penslar Levin	Legal Researcher, n/a	\$330.00	17.00	\$5,610.00
N/A	Audit Enquiry Department	\$250.00	1.00	\$250.00

Total Fees: \$102,612.50
Total Hours: 273.75
Blended Rate: \$374.84

TASK CODE SUMMARY

	Project Category	Billed Hours	Fees Requested
0003	Case Administration	15.50	\$2,722.50
0005	Claims Analysis Objection and Resolution (Asbestos)	9.00	\$6,525.00
0006	Litigation and Litigation Consulting	58.50	\$32,267.50
0008	Fee Applications, Applicant	13.50	\$5,252.50
0011	Employment Application	177.25	\$55,845.00
Total		273.75	\$102,612.50

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EXPENSE SUMMARY

Expense Category	Total Expenses
Overtime Meals	\$6.67
Taxis	\$76.42
Long Distance Telephone Call	\$10.71
Standard Copies or Prints	\$135.25
Quicklaw Database Research	\$267.98
Quickfind Database Research	\$18.00
Lexis/Nexis Research	\$4.17
Facsimile Charges	146.28
Total	\$665.48

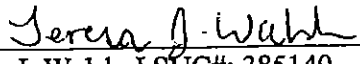
Due to OR's usual accounting practices, the hours incurred during the interim fee period from October 17, 2006 through January 31, 2007, were docketed and billed in increments of fifteen (15) minutes. Per the Court's interim compensation order, OR has converted the fee detail in the invoices to increments of six (6) minutes. However, OR was not able to change the "Hours" section as the invoices were already issued in OR's system. Thus, where the numbers in the fee detail do not add up to the "Hours", OR adjusted the numbers downward to charge the client the lesser amount. Going forward, OR will be in full compliance with the court's interim compensation order.

WHEREFORE, OR respectfully requests that, for the period October 17, 2006 through January 31, 2007, an interim allowance be made to OR for compensation in the amount of \$102,612.50 and actual and necessary expenses in the amount of \$665.48 for a total allowance of \$103,277.98 and payment of \$82,090.00 (80% of the allowed fees) and reimbursement of \$665.48 (100% of the allowed expenses) be authorized for a total payment of \$82,755.48, and for such other and further relief as this Court may deem just and proper.

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Dated: March 15, 2007

OGILVY RENAULT LLP


Teresa J. Walsh LSUC#: 385140
Suite 3800, 200 Bay Street
Royal Bank Plaza, South Tower
Toronto, Ontario, Canada M5J 2Z4
Telephone: (416) 216-4080
Facsimile: (416) 216-3980

Special Counsel for the Debtors and Debtors in
Possession

VERIFICATION

PROVINCE OF ONTARIO :

CITY OF TORONTO :

Teresa J. Walsh, after being duly sworn according to law, deposes and says:

(a) I am a partner with the law firm of Ogilvy Renault LLP ("OR").

(b) I am familiar with the legal services rendered by OR as special counsel to the Debtor and Debtors in Possession by the lawyers and paraprofessionals of OR.

(c) I have reviewed the foregoing Application and the facts set forth therein are true and correct to the best of my knowledge, information and belief. Moreover, I submit that I have been duly advised by our agent James O'Neill with the law firm of Pachulski, Stang, Ziehl, Young, Jones & Weintraub P.C. that the Application substantially complies with Local Bankruptcy Rules for the District of Delaware.

SWORN AND SUBSCRIBED before
me this 15th day of March,
2007.

Greg Sheehan
A Commissioner for Taking
Affidavits
Gregory Sheehan

Teresa J. Walsh
Teresa J. Walsh